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- This is a pretty consistent pattern for intraday scalping and it takes place at London close.
- Around 10:00-11:00 Eastern time every day there is a likelihood that the market will slip back into its daily range.
- You want the market to be overbought because it is trading beyond its 5 day ADR.. this is ideal, but no necessary. Price could be trading to a key resistance level.
- This trade can setup around 10:00am - 1:00pm Eastern time.
- Do not expect it to happen every day. It happens a couple times a month, but sometimes there are weeks where it can happen about 3 times.
- This is a scalping technique. It **can** be used to get into a long term trade and even pan out as a position trade.
- We need a reason to expect the market to stop trading higher.
- A pivot point is considered implied resistance.
- The ideal swings that you want to measure for this London close trade are anywhere between 15-20% of the daily range.



- Use Fibonacci extensions on your OTE swing to figure out where to take profits. 127% & 162% are good ones.
- To take profits you could also take the low of the day to the high of the day or the low of yesterday to the high of today and take profits at the 38% retracement of one of those.
- You have to let the market to get in the right condition for what you are trying to trade.
- Don't be looking for reversals when movement is so disproportionate to 1 side. If you are looking for moves in the opposite direction in this environment, you are absolutely stacking the odds against you.
- Wait patiently for the setups to come and pick the style of trader that you want to be.